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DPS-6014
Copy 3 of 4
5 December 1958

Hycon Mfg. Company
Pasadena, California

Subject: Contract No. BC-450

Gentlemen:

DOCUMENT NO.
X
2012
DATE: 5/1/82
004540

We have received the results of the field audit under the subject contract.

For Customer No. 1 for the period 1 July 1956 to 31 January 1957 the following direct charges are considered unallowable.

Conference expenses, [REDACTED]
billed on Invoice PE-15102 \$27.37

25X1A

Conference expenses, [REDACTED]
billed on Invoice PE-15107 48.10
[REDACTED] \$75.47
[REDACTED] 7.55
Total \$83.02

25X1A

25X1A

Listed below is a recap of funds and expenses for Customer No. 1 for the period 1 July 1956 to 30 June 1957.

Allocated amount \$304,000.00
1st period - 1 Jul 56 - 31 Jan 57
Paid \$182,998.93
Less Disallowance 83.02

Net approved amount \$182,915.91

2nd period - 1 Feb 57 - 30 Jun 57 108,358.26
Total approved Final Claim \$291,274.17
Total amount to be Liquidated \$12,725.83

Also listed below is a recap for Customer No. 2 for the period 1 July 1956 to 30 June 1957.

Allocated amount \$66,000.00

1st period - 1 Jul 56 - 31 Jan 57 \$ 8,060.44
2nd period - 1 Feb 57 - 30 Jun 57 42,838.22
Total approved Final Claim \$50,898.66
Total amount to be Liquidated \$15,101.34

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In the five month period ending 30 June 1958 it is noted that [REDACTED] incurred \$1,766.81 of travel expense, including applicable GSA. Of this amount \$80.47 has been disallowed and upon re-examination a further amount of \$66.34 is considered unallowable which leaves a balance of \$1,620.00. Individuals in other companies who perform functions similar to those of [REDACTED] have not incurred travel expenses of this magnitude and still are rendering satisfactory services in connection with the spares program. It is requested that future travel of [REDACTED] be held to a minimum.

The \$66.34 is made up of the following:

Invoice PE-15306 for car rental at \$69.08 indicating 526 miles. Since [REDACTED] was housed on the base 296 miles or one round trip from San Antonio is allowed. \$30.22

Invoice PE-15318 for car rental at \$89.40 indicating 539 miles. [REDACTED] lodgings were at Del Rio. Therefore one round trip to town and three round trips of 18 miles each from town to the base was allowed or a total of 364 miles. \$29.01

[REDACTED] 7.11
Total \$66.34

Please furnish for our review the itinerary and purpose of [REDACTED] travel for the balance of the claim of \$1,620.00.

Please advise if you concur with the final approved amounts for the period 1 July 1956 to 30 June 1957. If so the next amendment to the contract will reduce the allocated amounts accordingly.

Please indicate when you will complete the work being charged against the funds available through 30 June 1958.

Very truly yours,

Distribution:

- Orig - Hycon - [REDACTED] Contracting Officer
- 2 - BC-450 Prop. Sec. w/cy 1 of DPS-5371
- 3 - Finance w/cy 2 of DPS-4752 and cy 2 of DPS-5371
- 4 - Chrono, RI

PS-DCI [REDACTED] LNW (5/12/58)

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